# MINUTES OF THE STANDING COMMITTEE ON COMMERCE

Tuesday, November 8, 2005 10:30 a.m. Room 519, House Office Building

Chair Huizenga called the Standing Committee on Commerce to order.

**MEMBERS PRESENT:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**MEMBERS ABSENT/EXCUSED:** Reps. Murphy, McConico (2/19)

The **Chair** announced that **Senate Bill 34** would be taken up later today, in addition to the items listed on the agenda. He reminded the members that testimony was given on the bill at the previous meeting, held on November 1, 2005.

**Representative Meisner**, supported by **Representative Schuitmaker**, moved to adopt the minutes from the meeting held on November 1, 2005. Hearing no objection, the **motion prevailed** with unanimous consent.

The Chair laid House Bills 5315 - 5323 before the committee.

| HB 5315 | Marleau     | Businesses; business corporations; obligations of foreign corporations in mergers or share exchanges; revise.  |
|---------|-------------|--|
| HB 5316 | Wenke       | Businesses; business corporations; provision providing for dissolution by court judgment; make technical amendments.   |
| HB 5317 | Huizenga    | Businesses; business corporations; certain amendments to articles of incorporation; require to be initiated by the board of directors.                                       |
| HB 5318 | Mortimer    | Businesses; business corporations; creation of subcommittees of board committees; authorize.   |
| HB 5319 | Schuitmaker | Businesses; business corporations; voting by shareholders; clarify that abstaining from voting is not considered a vote.   |
| HB 5320 | Elsenheimer | Businesses; business corporations; voting as a class or series; clarify that abstaining from voting is not considered a vote.  |
| HB 5321 | Emmons      | Businesses; business corporations; delivery of notices and other communications to shareholders who share a common address; allow delivery of single copy to common address. |

HB 5322 David Law Businesses; business corporations; effective date of documents filed

with administrator; revise.

HB 5323 Tobocman Businesses; business corporations; definition of willfully unfair and

oppressive conduct by corporations; revise and clarify guarantee

powers.

**Cyril Moscow**, representing the State Bar of Michigan, explained the intent and testified in **support** of the bills.

**Tom Martin**, representing the Michigan Department of Labor and Economic Growth, testified in **opposition** to **House Bill 5322**. He also submitted a testimony card indicating a **neutral** position on **House Bills 5315** – **5321** and **House Bill 5323**.

Representative Schuitmaker, supported by Representative Meisner, moved to report House Bill 5315 with recommendation.

## **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Dillon, Bennett, Accavitti (16/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

Representative Marleau, supported by Representative Jones, moved to report House Bill 5316 with recommendation.

## **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

Representative David Law, supported by Representative Meisner, moved to report House Bill 5317 with recommendation.

### **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

Representative Meisner, supported by Representative Wenke, moved to report House Bill 5318 with recommendation.

### **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

Representative David Law, supported by Representative Green, moved to report House Bill 5319 with recommendation.

## **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

**Representative Palsrok**, supported by **Representative Accavitti**, moved to report **House Bill 5320** with recommendation.

## **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

Representative Pavlov, supported by Representative Tobocman, moved to report House Bill 5321 with recommendation.

### **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

Representative Palsrok, supported by Representative Meisner, moved to report House Bill 5322 with recommendation.

#### **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Dillon, Bennett, Accavitti (16/19)

**NAYS:** None (0/19)

**PASS:** Rep. Tobocman (1/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

Representative Palsrok, supported by Representative Schuitmaker, moved to report House Bill 5323 with recommendation.

## **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

The **Chair** laid **Senate Bill 34** before the committee.

SB 34 Jacobs Economic development; commercial redevelopment; corridor

improvement authority act; create.

Chair Huizenga explained the intent of the bill.

Representative Meisner explained the intent of a proposed amendment.

**Jared Rodrigez,**, representing the Grand Rapids Chamber of Commerce and Neighborhood Business Specialists Program, submitted a testimony card in **support** of the bill, but did not wish to speak.

**Representative Marleau**, supported by **Representative Tobocman**, moved to adopt the following amendment to **Senate Bill 34**:

1. Amend page 3, line 26, after "125.581" by inserting a comma and "or the township zoning act, 1943 PA 184, MCL 125.271 to 125.310".

### **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

Representative Accavitti, supported by Representative Jones, moved to report Senate Bill 34, with recommendation, as Substitute (H-1).

## **FAVORABLE ROLL CALL:**

**YEAS:** Reps. Huizenga, Baxter, Emmons, Palsrok, Wenke, Green, Hildenbrand, Jones, David Law, Marleau, Pavlov, Schuitmaker, Meisner, Tobocman, Dillon, Bennett, Accavitti (17/19)

**NAYS:** None (0/19) **PASS:** None (0/19)

A sufficient number of members voting in the affirmative, the **motion prevailed**.

**Representative Meisner**, supported by **Representative David Law**, moved to excuse absent members. Hearing no objection, **Chair Huizenga** excused **Representatives Murphy** and **McConico**.

There being no further business to come before the committee, the **Chair** declared the meeting adjourned, the time being **11:21 a.m.** 

Representative Bill Huizenga, Chair

Jean Hamelin, Committee Clerk (517) 373-5632